

Introduced by Senator Ashburn

February 22, 2005

An act relating to local agency pension trusts.

LEGISLATIVE COUNSEL'S DIGEST

SB 892, as introduced, Ashburn. Pension trusts.

Existing law generally permits a local agency to establish a pension trust, to be funded through insurance and annuities or other investments, to provide benefits to the officers and employees of the agency.

This bill would state the intent of the Legislature to enact reforms to laws governing local agency pension trusts to provide for cost reduction and containment, increased predictability of costs for employee and employer, equitable sharing of costs and risks between employee and employer, greater accountability, and elimination of abuse.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. It is the intent of the Legislature to enact
- 2 reforms to laws governing local agency pension trusts to provide
- 3 for cost reduction and containment, increased predictability of
- 4 costs for employee and employer, equitable sharing of costs and
- 5 risks between employee and employer, greater accountability,
- 6 and elimination of abuse.

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